

# SENATE BILL No. 165

---

## DIGEST OF INTRODUCED BILL

**Citations Affected:** Noncode.

**Synopsis:** Hobart counter-cyclical fund loan. Cancels a 2023 loan or loans from the state of Indiana from the counter-cyclical revenue and economic stabilization fund for the purpose of providing funds to be applied to refunding certain bonds of the city of Hobart and the city of Hobart redevelopment district and offsetting property tax revenue shortfalls incurred and to be incurred by the city of Hobart. Provides that the city of Hobart is not required to make any further payments to the state of Indiana in satisfaction of the loan or loans.

**Effective:** January 15, 2026 (retroactive).

---

---

## Spencer

---

---

January 5, 2026, read first time and referred to Committee on Tax and Fiscal Policy.

---

---



Second Regular Session of the 124th General Assembly (2026)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2025 Regular Session of the General Assembly.

## SENATE BILL No. 165

A BILL FOR AN ACT concerning taxation.

*Be it enacted by the General Assembly of the State of Indiana:*

1       SECTION 1. [EFFECTIVE JANUARY 15, 2026  
2 (RETROACTIVE)] (a) **This section applies only to an ordinance or**  
3 **ordinances of the common council of the city of Hobart passed in**  
4 **2023 authorizing the issuance of general obligation notes in one (1)**  
5 **or more series to evidence a loan or loans from the state of Indiana**  
6 **from the counter-cyclical revenue and economic stabilization fund**  
7 **pursuant to IC 6-1.1-22.1 for the purpose of providing funds to be**  
8 **applied to refunding certain bonds of the city of Hobart and the**  
9 **city of Hobart redevelopment district and offsetting property tax**  
10 **revenue shortfalls incurred and to be incurred by the city of**  
11 **Hobart.**

12       (b) **Beginning on January 15, 2026:**

13       (1) **the loan or loans from the state of Indiana counter-cyclical**  
14 **revenue and economic stabilization fund to the city of Hobart**  
15 **described in subsection (a) are canceled; and**

16       (2) **the city of Hobart is not required to make any further**  
17 **payments to the state of Indiana in satisfaction of the loan or**  
18 **loans described in subsection (a).**



1       **(c) This SECTION expires December 31, 2026.**  
2       **SECTION 2. An emergency is declared for this act.**

